

# **Technical Analysis – Abu Dhabi Securities Exchange**

06-November-2023

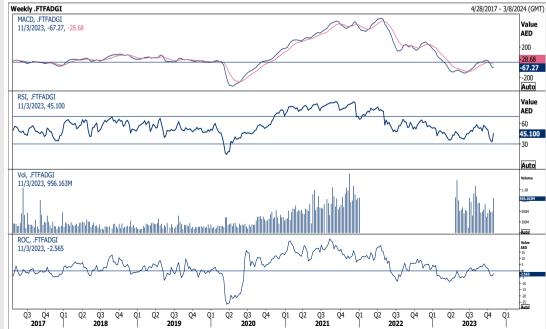
In this Report	
FTSE ADX	1
ADNOC	2
RAK PROPERTIES	2
TAQA	3
DANA	3

# **Abu Dhabi Securities Exchange**

FTSE ADX General Index <.FTFADGI> closed at 9,510.49 point. We will stay positive as long as the index is closing above the horizontal line at 9,155 point, knowing that a move above 9,750 point would lead to 10,100 point, while above this should shift the trading range to 10,100 point-10,671 point. However, losing the support line at 10,155 point could trigger additional downward correction to 8,700 point and maybe lower to the psychological line at 8,000 point.

Medium-term investors can re-enter at levels higher than 9,750 point, while long-term investors can stay in the market with a stop-loss below 8,700 point.





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# Abu Dhabi National Oil Co. for Distribution

Reuters Ticker: <ADNODIST.AD>

**Price closed at AED3.590.** Although the stock is moving within the descending trend line and below all MAs on the weekly chart, but there could be a scope for moving higher as the strong support at AED3.240 arrested further slippage several times, knowing that the next target price comes at AED3.830 before AED4.200. On the counter side, only below AED3.240 would re-instate the bearish tone and lead to a fall to AED3.000 before AED2.600.



### Ras Al Khaima Properties

Reuters Ticker: <RAKPROP.AD>

**Price closed at AED1.050.** The stock maintains a close within the positive territory, despite the recent weaknesses, while a move back above AED1.110 would most likely allow a retest of the high of this year at around AED1.300. However, a dip below the recent bottom at AED0.960 would be the first negative sign that could trigger additional slippage to AED0.840 and maybe lower to AED0.770.

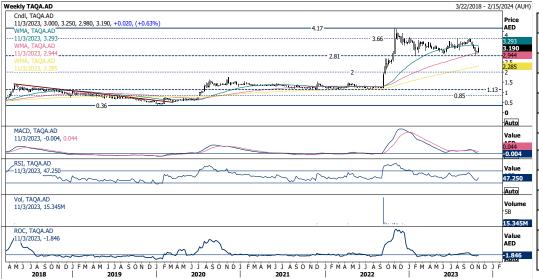


Technical Analysis 2

# Abu Dhabi National Energy Co.

Reuters Ticker: <TAQA.AD>

**Price closed at AED3.190.** The picture looks ambiguous at present as chances of moving up or down are equal. Bulls need to surpass the resistance level at AED3.660 to anticipate a re-visit of the high of last year at AED4.170, while above this would call for a jump to AED4.500. On the other side, a close below the horizontal line at AED2.81 is expected to increase the downside risk and lead to AED2.300.



RSI (W)	47.250
MACD (W)	0.044
ROC (W)	-1.846
MA50 (W)	3.295
MA100 (W)	2.945
MA200 (W)	2.285
S1	2.810
S2	2.300
S3	2.000
R1	3.200
R2	3.660
R3	4.170

Dana Gas Reuters Ticker: <DANA.AD>

**Price closed at AED0.820.** No signs of reversal at the moment as the price continues to move within the negative territory, given its close below all MAs on the weekly chart. A successful close above the resistance line at AED0.920 would be a positive sign that should promote a jump to AED1.000. However, the strong support level at AED0.740 should prevent a fall back to AED0.640.



RSI (W)	39.921	
MACD (W)	0.000	
ROC (W)	-12.580	
MA50 (W)	0.865	
MA100 (W)	0.905	
MA200 (W)	0.915	
S1	0.740	
S2	0.640	
S3	0.526	
R1	0.920	
R2	1.000	
R3	1.120	

Technical Analysis

#### **Definitions**

**Technical Analysis:** Aims to identify the direction of prices and reveal any indication of possible changes as soon as possible, so it can be used as much as possible in making buying and selling decisions in the most appropriate time in order to minimize risk and maximize profits.

Trend: The general direction of a market or of the price of an asset.

Resistance: A chart point or range that caps an increase in the level of a stock or index over a period of time.

Support: The price level which, historically, a stock has had difficulty falling below. It is thought of as the level at which a lot of buyers tend to enter the stock.

Breakout: A signal that prices are beginning to trend, either upward or downward.

Bull: An investor who thinks the market, a specific security or an industry is likely to rise.

Bear: An investor who thinks the market, a specific security or an industry is likely to decline.

Channel: is two parallel trend lines either rising or declining.

Consolidation Area: is a sideways movement in prices that interrupts or reverse a trend.

Moving Average (MA): The most common applications of MAs are to identify the trend direction and to determine support and resistance levels.

MACD (Moving Average Convergence-Divergence): A trend-following momentum indicator that shows the relationship between two moving averages of prices.

Relative Strength Index: A technical momentum indicator (ranges from 0 to 100) that compares the magnitude of recent gains to recent losses in an attempt to determine overbought and oversold conditions of an asset.

**Overbought:** A situation in which the price of a security has risen to such a degree that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming overvalued and may experience a pullback.

**Oversold:** A situation in which the price of a security has fallen to such a degree that an oscillator has reached its upper bound. This is generally interpreted as a sign that the price of the asset is becoming undervalued and may represent a buying opportunity for investors.

Fibonacci: A term refers to areas of support or resistance and to help identify strategic places for transactions to be placed, target prices or stop losses.

On Balance Volume (OBV): is a simple running total of up day (added) and down day (subtracted) volume. If OBV is moving with price, it confirms the current trend. Divergences between OBV and price indicates the price may be due for a reversal.

Technical Analysis 4

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